

STATE OF DELAWARE
DEPARTMENT OF FINANCE
DIVISION OF REVENUE
601 DELAWARE AVENUE
WILMINGTON, DELAWARE 19899

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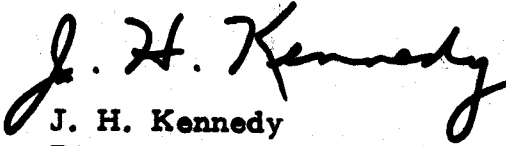
CORPORATION INCOME TAX

House Bill No. 555, Second Special Session, 126th General Assembly as approved by Governor Peterson on October 22, 1971 revises Section 1903 (a) (3) of Title 30, Delaware Code.

The revision section defines members of the consolidated group who are eligible to exclude interest income (including discount) if the paying corporation eliminates such interest expense in determining its net income.

The law applies to members of a consolidated group of corporations who are eligible to file a consolidated Federal Income Tax return.

Transactions between corporations to which this applies are usually advances, loans, or contractual transactions resulting in discount or interest payments between the paying and receiving corporations.


J. H. Kennedy
Director of Revenue

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